

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 7537

BILL NUMBER: SB 475

NOTE PREPARED: Jan 11, 2009

BILL AMENDED:

SUBJECT: Child Labor Law Penalties.

FIRST AUTHOR: Sen. Stutzman

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill allows the Department of Labor or the Commissioner of Labor to reduce or waive, in the interest of justice and upon a showing of good cause, a civil penalty assessed for violation of child labor laws.

Effective Date: July 1, 2009.

Explanation of State Expenditures:

Explanation of State Revenues: The bill could reduce the revenue to the Employment of Youth Fund. The impact would depend on the number of penalties that are reduced or waived.

Background: Penalties, ranging from \$50 to \$400, depend on the type of violation, number of violations, and the amount of time since the last violation. One-half of the revenue to the Employment of Youth Fund from penalties is used for education on the purposes and content of child labor laws, and the other half is used for expenses incurred for inspectors to enforce the child labor law.

The department collected \$260,237 in penalties in FY 2008 and \$318,969 in FY 2007.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Department of Labor.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Chuck Mayfield, 317-232-4825.